

**UNCLASSIFIED**

Reynolds, R. J.

Ex 1

23 Nov 66

Area of Concern

- ① SOB Tass - reporting - Arms Export Act
- ② 18 Hawks - reporting - Arms Export Act  
Hague-Ryan - appropriation
- ③ Contras
- ④ Second's presence
- ⑤ So. Air Transport - personnel

2497

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under provisions of E.O. 12356  
by B. Regier, National Security Council

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Office North - A.G., WBE, CSC, JTR

Lebanon - Consultant to NSC and to ON - since prior to BS

- Came to North and talked about "Israeli" proposal - contacts with Iran

• Introduced ON to Schweitzer - met with him

McFarland -

- Had call from McF; McF had call from Reine and told he had problem in moving material to Iran

- ON talked to Reine - R. said need help in moving items to support our representation with Iranian; wanted clearance -

-R. military attaché said it significant

- Shipment delayed

- ON contacted D. clearance; got preliminary plans and transported equipment

• When learned it was Hawk missile

- Meeting in Dec. 85 - Secord, McF, Reine, Schweitzer, Conrath, N.inski, North

- Reine talked of insurance; anything done could not be done or perhaps for more

- ON had no knowledge of Sgt. shipment.

WXL  
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"Sister" meeting of B. McF. & Kinche

Kinche said word means if going to  
tell to Thomas; But said this can't  
be perceived as gun for hostages

Second report on how screwed up

Reported to John P  
and B. McF.

Hand transaction was (first days 1 Dec.)

ON called down George & Danny  
Cheney that shipment had come

ON has no knowledge of "shipment" finding -  
recalls activity on finding in <sup>mid</sup> Dec. But  
not before

Talked to B. McF. on plane trip for  
hand

Meeting at Cong. house - Cong. N. H.,  
Spoke, George Chase, Gates

500 Tow missiles - Aug/ Sept (B. McF. to Kinche)

ON found out something in Oct.; but had  
been told of transfer by hidden cables

Return of Hawks

Not cases we were furious, but cases  
Iranians were not pleased (overflight)

Red problem was Israeli paying  
money back

ON told to get Hawks back - by Bud (4/3)

Replenishment of TCs

His first raid on Day 2

Replenishment - May, 1986

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Feb transaction - 1000 Tows

3: Transfer to Israeli to Israeli bank acct to  
CCA acct to DOD

Nir - Jan 1986

Meeting with ON - said Israeli would  
Dio to take funds from residual  
acct and transfer to Menem's acct

[Also Feb. transaction]

Jan 7.

~~2~~ i meeting - blew up over HAWK transfer

Nir seemed to be convinced we endorsed the  
Tows  
certain OF ~~2~~ transfer

Replenishment of SOB

Agreed - Agreed

**EXTRACT FOLLOWS**

Oscar North - A.G., W22, CSC, J72



Leahen - Consultant to NSC and to ON - since prior to '85

- Came to North and talked about "Israeli" proposal - contacts with Iran

- Introduced ON to Schweinhart - met with him and put [REDACTED] on his phone

McFarland -

- Had call from McF; McF had call from Rahim and told he had problem in moving material to Iran

- ON talked to Rahim - R. said much help in moving items to support our rapprochement with Israelis; wanted clearance - [REDACTED]

-R. military attaché said it

equipment

- Shipments delayed

- ON contacted D. Chavira; got proprietary plane and transported equipment

• When learned it was Hawk missile

- Meeting in Dec. '85 - Search, McF, Leach, Schweinhart,

Conrad, N. Israeli, North

- R. talked of incentives; anything

done could not be done on

leverage for arms

- ON had no knowledge of Sgt. shipment

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### "Sinden" meeting of B. McF. & Kinche

Kinche said and seems if going to  
told to Kinche; But said this can't  
be perceived as gun for hostages

Reported to John P  
and B. McF.

Second report on how screwed up  
that transaction was (first days 1 Dec.)

ON asked Chris Gump & Danny  
Clemens that shipment had come

ON has no knowledge of "transaction" finding -  
under activity on finding in <sup>with</sup> Dec. But  
not before

Talked to B. McF. on plane trip for  
him

Meeting at Cory house. Cory, Nath,  
Spoken, George Chase, Carter

DB Tow miles - Aug/ Sept (B. McF. to Kinche)

ON found out something in Oct.; but had  
been told of transfer by hidden courier

### Return of Hawks

Not aware we were furious; but aware

Iranians were not pleased (overflight)

Real problem was Israeli paying  
money back

ON told to get Hawks back - by B. McF.

### Relevant out of TD's

His first raid in Dec. 2

Relevant in May, 1986

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Feb 1981 - 1000 Tows

8: Transfer to Transit to Transit Unit in  
CCA unit to DAD

Nov - Jan 1982

Meeting with ON - said Toronto would  
dislike to be from from residence  
unit and transfer to Murray unit

[Also Feb. discussion]

Jan 7.

~~Feb~~ is meeting - blow up over HWT transfer

Mr. [unclear] seemed to be convinced we endorsed the  
action of <sup>Tows</sup> ~~Feb~~ transfer

Replacement of DDB

Agreed - April

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**TRANSCRIBED COPY FOLLOWS**

11/23/86

Ollie North - A.G., WBR, CJC, JR

Ledeen - Consultant to NSC and to ON - since prior to '85  
- Came to North and talked about "Israeli" proposal -  
contacts with Iran  
- Introduced ON to Schwimmer - met with him  
and put [excised] on his phone

McFarland - Had call from McF; McF had call from Rabin and  
told he had problems in moving material to Iran  
- ON talked to Rabin - R. said need help in  
moving items to support our rapprochement  
with Israelis; wanted clearance in [excised]  
- R. military attache said oil  
equipment  
- Shipment aborted

- ON contacted D. Clarridge; got proprietary  
plane and transported equipment  
- Ledeen learned it was HAWK  
missiles

- Meeting in Dec. '85 - Secord, McF, Kimche, Schwimmer  
Ghorbanifar, Nimrodi, North  
- Bud talked of incentives; anything  
done could not be seen as  
hostages for arms

- ON had no knowledge of Sept. shipment

- "Sidebar" meeting of B. McF & Kimche
  - Kimche said need arms if going to talk to Iranians; Bud said that can't be perceived as arms for hostages
- Second report on how screwed up HAWK transaction was (first days of Dec)
- ON called Clair George or Dewey Clarridge that shipment had arms
- ON has no knowledge of "retroactive" finding - recalls activity on finding in mid-Dec, but not before
- Talked to B. McF on plane trip from London
- Meeting at Casey house - Casey, North, Sporkin, Clair George, Gates
- 508 TOW Missiles
  - Aug/Sept <Bud McF. to Kimche>
  - ON found out sometime in Oct; but had had been told of transfer by Ledeen earlier
- Return of HAWKS
  - Not cause we were furious, but cause Iranians were not pleased <overflight>
  - Real problem was Israelis paying money back
  - ON told to get HAWKS back - by Bud
- Replenishment of TOWS
  - Nir first raised on Dec. 2
  - Replenishment in May, 1986

Reported to John P.  
and B. McF.

- Feb transaction - 1000 TOWS
  - Iranians to Israelis to Israelis bank acc't to CIA acc't to DOD
- Nir - Jan 1986
  - Meeting with ON - Nir said Israelis would [?] funds from residuals acc't and transfer to Nicaraguan acc't
    - [ Also Feb. transaction ]

JM in meeting - blew up over HAWK transfer

- Nir seemed to be convinced we endorsed the earlier 508 TOWs transfer

Replenishment of 508

- Agreed in April